COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

THE APPLICATION OF NORTH CENTRAL
TELEPHONE COOPERATIVE, INC., TO
CONSIDER CHANGES WITH RESPECT TO
THE EXPENSING OF STATION CONNECTIONS RESULTING FROM THE AMENDMENT OF THE UNIFORM SYSTEM OF
ACCOUNTS

CASE NO. 8346

ORDER

On November 2, 1981, North Central Telephone Cooperative, Inc., ("North Central") submitted financial data in accordance with finding no. 3 of the Commission's Order in this case dated

September 28, 1981. In that Order, North Central was directed to adopt the phase-in approach to the expensing of station connections and to maintain its records in Account 232 of the Uniform System of Accounts as directed by the Federal Communications Commission in its Order of March 31, 1981, in Docket No. 79-105.

North Central was further granted the authority to file tariffs on or after October 1, 1981, 1982, 1983, and 1984, to recover the increase in operating costs caused by the expensing of station connections.

Findings and Order

The Commission, after consideration of this matter and being advised, is of the opinion and finds that:

- 1) The information supplied by North Central is insufficient for the Commission to make a reasonable determination in this matter;
- 2) North Central should be required to file additional information prior to any determination; and
- 3) The Order in the matter entered September 28, 1981, should be amended to the extent that should North Central file tariffs, such tariffs for the second, third and/or final phase of the expensing of station connections must be filed not later than October 1, 1982, 1983 and 1984 respectively.

IT IS THEREFORE ORDERED that within 20 days of the date of this Order, North Central shall file with the Commission the following information:

- 1) Calculations performed on Appendix A of your filing for Kentucky operations and all other operations separately.
- 2) How or on what basis was the cost of new additions in Appendix A of your filing determined?
- 3) How or on what basis was the cost of reconnects and reinstalls in Appendix A of your filing determined?
- 4) Justification for the cost study results attached as Appendix B to your filing.
- 5) A billing analysis which details the additional revenue to be derived from your proposed increases in service connection charges.

IT IS FURTHER ORDERED that the Commission's Order entered September 28, 1981, be and it hereby is amended to the extent that North Central is granted the authority to file tariffs to recover the increase in operating costs caused by the expensing of station connections in accordance with that Order not later than October 1, 1982, 1983, and 1984.

IT IS FURTHER ORDERED that all other provisions of the Commission's Order entered September 28, 1981, shall remain in full force and effect.

Done at Frankfort, Kentucky, this 6th day of July, 1982.

PUBLIC SERVICE COMMISSION

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Katherine Bankall Vice Chairman

Commissioner

ATTEST:

Secretary